

**RAJASTHAN STATE INDUSTRIAL DEVELOPMENT AND INVESTMENT
CORPORATION LIMITED**

MINUTES OF : **Board Meeting**
VENUE : **Udyog Bhawan, Jaipur**
DATE & TIME : **12th February 2014 at 4.00 P.M.**

PRESENT :

Shri C. S. Rajan	Chairman
Shri Yaduvendra Mathur	CMD RFC
Shri Subhash Chandra Garg	Principal Secretary Finance
Smt. Veenu Gupta	Managing Director & Commissioner (Inv. & NRI)
Shri Vinod Ajmera	Commissioner Industries-Special Invitee.

Shri D.K. Sharma, Secretary was in attendance. Smt. Archana Singh, ED; Smt. Aparna Sahay, Financial Advisor; Smt. Urmila Rajoria, Advisor(A&M), Smt. Shruti Bhardwaj, Advisor (Infra); Shri S.K. Sharma, Sr. R.M. (P&D) and Shri P.M. Jain, Consultant were also present.

LEAVE OF ABSENCE

The Board granted leave of absence to Shri S.K. Agarwal, Shri Rajeshwar Singh, Shri Sudhansh Pant, Shri Abhay Kumar, Shri Rajesh Yadav and Shri Siddharth Mahajan.

WELCOME OF DIRECTOR

At the outset, Board welcomed Shri Subhash Chandra Garg, Director, who attended meeting of the Board of Directors for the first time, and expressed hope that Board will be benefited with his association.

Item 1: Confirmation of minutes of the last meeting of the Board held on 31st December 2013.

The minutes of the last meeting of the Board held on 31st December 2013 were confirmed and signed by the Chairman.

Item 2: Action Taken Report on the decisions of the previous meeting of the Board held on 31st December 2013.

The Board discussed the agenda and noted the position brought out in the agenda note. The Board also took decision in respect to the following issues :

1. Post Retirement Benefit Scheme for the Employees of the Corporation:

The Board noted that the proposed Post Retirement Benefit Scheme envisages third retirement benefit to Corporation's employees, over and above what is admissible to other State PSU employees. Further, the Central and the State Government have also discontinued Pension Scheme for its employees with effect from 1st January 2004.

In view of above, the Board decided to withdraw the proposal and not to pursue further for its approval from the State Government.

2. Allotment of Land for House Sites in Industrial Areas for the employees of the Corporation:

The Board noted that the Corporation has been mandated to develop industrial infrastructure in the State, and as a supportive activity residential colonies have been developed in few industrial areas, particularly where the industrial area is located far away from nearby city/town. Therefore, development of residential colony is not the mandate of the Corporation. Furthermore, none of the State PSU has allotted land for house sites to its employees.

In view of above, the Board decided to withdraw the proposal.

3. Tribal Area Regional Industrial Promotion Scheme 2009-10 -- Issue regarding extending the benefit to all the areas/blocks covered under notified Tribal Sub-Plan of the State:

The Board was informed that extension of cited scheme to tribal blocks may not add any new beneficiaries, therefore, it was decided that benefit may not be extended to all the areas/blocks covered under notified Tribal Sub-Plan of the State.

Item 3: Minutes of the meetings of the Infrastructure Development Committee of the Board held on 22nd January 2014 & 4th February 2014.

The Board noted the position.

Item 4: Minutes of the meeting of the Industrial Committee of the Board held on 4th February 2014.

The Board noted the position.

Item 5: Minutes of the meeting of the Working Committee of the Board held on 6th January 2014.

The Board noted the position.

Item 6: Appointment of 1) Chairman of the Corporation; 2) Managing Director of the Corporation; and 3) Director of the Corporation.

The Board discussed the agenda and adopted the following Resolutions:

RESOLUTIONS:

“**RESOLVED** that the appointment of Shri C.S. Rajan, as Director & Chairman on the Board of the Corporation, with effect from the afternoon of 23rd December 2013, in place of Shri Sunil Arora, be and is hereby noted.

FURTHER RESOLVED that the appointment of Smt. Veenu Gupta, as Director & Managing Director on the Board of Directors of the Corporation, with effect from the forenoon 23rd December 2013, in place of Shri Naveen Mahajan, be and is hereby noted.

ALSO RESOLVED that the appointment of Shri Subhash Chandra Garg, as Director on the Board of the Corporation with effect from 31st December 2013, in place of Dr. Govind Sharma, be and is hereby noted.”

Item 7: Disclosure of interest by the Directors.

The Board noted the disclosure of interest made by the Directors and adopted the following Resolution:

RESOLUTION:

“**RESOLVED** that the interest disclosed by the following Directors in their general notice pursuant to Sections 299 (3)/305 of the Companies Act 1946, which was read over in the meeting, be and is hereby noted:

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| 1. Shri C.S. Rajan | Notice dated 16 th January 2014 |
| 2. Shri Subhash Chandra Garg | Notice dated 13 th January 2014 |
| 3. Smt. Veenu Gupta | Notice dated 13 th January 2014.” |

Item 8: Change in the constitution of the Audit Committee of the Board.

The Board discussed the agenda and accorded ex-post facto approval for nomination of Principal Secretary, Small Industry & Khadi Grammoudyog, Governmentt of Rajasthan, as Member of Audit Committee of the Board of

the Corporation, with effect from 6th February, 2014, in place of Secretary Mines & Petroleum, Government of Rajasthan.

Item 9: Proposal for write-off of Term Loan dues of Rajasthan State Road Development & Construction Corporation Limited (RSRDCC).

The Board discussed the agenda and noted that ex-parte decision was taken in a meeting held on 28th March 2006 under the Chairmanship of Principal Secretary PWD, to settle the term loan dues of the Corporation with RSRDCC, which is not acceptable to the Corporation.

In order to settle the issue, the Board requested the Chairman to convene a meeting at his level wherein ACS, GAD; Principal Secretary, PWD; MD RIICO and MD RSRDCC be invited.

Item 10: To extend validity of the Regional Industrial Promotion Scheme (Backward Districts) 2011-12.

The Board discussed the agenda and accorded approval to extend validity of the Regional Industrial Promotion Scheme (Backward Districts) 2011-12, as under:

- (i) Date of validity for point No. 4(a)(i) and 4(b)(i) of scheme, upto 30.06.14.
- (ii) Date of validity for point No. 4(a)(ii) and 4(b)(ii) of scheme, upto 31.12.14.

Item 11: Financial results for the half year ended on 30th September 2013.

The Board noted that Audit Committee has reviewed half yearly un-audited financial results in its meeting held on 11th February 2014. The Board took on record un-audited financial results for the six months ended on 30th September, 2013.

While discussing the accounts, the Board felt that acquisition of land shall now be difficult, time consuming and costly in wake of newly notified Land Acquisition Act, 2013. The Board, therefore, directed that immediate action be taken on the following:

1. The Rate of allotment of industrial plots, which remains unchanged for last so many years, be reviewed and revised looking to the present scenario.
2. The land stock be disposed off.
3. Wherever the allotted plot is lying un-utilized and stipulated period for commencement of production has already expired, further time extension be considered very selectively and on merits.

4. Land holding for speculative purpose be dis-couraged.

Item 12: Case of Divya Moti Hotels & Resorts Pvt. Ltd.

The Board discussed the agenda in detail. The Board also perused order of Hon'ble Rajasthan High Court dated 2.12.2013. In pursuance to the directives, the Board heard the representatives of the petitioner company.

The meeting concluded with a vote of thanks to the Chair.